Western Canada Lottery
Alberta Division
1982 Annual Report

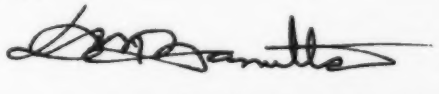
Chairman's Message

This past year, the Western Canada Lottery (Alberta Division) has undergone much growth and change. Lotteries in Alberta have enjoyed good sales even though some other provinces have experienced a softening of the market for some of their games. While we are pleased with our 1981-82 performance, we have made some changes which will not only insure the present level of support to the beneficiaries but also improve it in the coming year.

Early in the new year the distribution system will be changed to give us greater control over the whole system and we expect this change will also improve the bottom line for 1982-83.

The Alberta Division, along with the other three Western Provinces, will embark on a new "on-line" game known as Lotto 6/49. This game will offer the players a chance to participate in a new "active" game.

On behalf of the Board, I wish to thank the Honorable Mary LeMessurier, Minister of Culture, and her Officials for their assistance and we look forward to their continued support.



— Don Hamilton, Chairman

Board of Directors

Chairman	*Don Hamilton* *Edmonton Exhibition Association Limited*
Vice-Chairman	*Graham O'Connor* *Calgary Exhibition & Stampede Limited*
Secretary-Treasurer	*George Hughes* *Edmonton Exhibition Association Limited*
Director	*Frank C. Finn* *Calgary Exhibition & Stampede Limited*
Director	*Glen Lavold* *Edmonton Exhibition Association Limited*
Director	*Jack R. Nesbitt* *Calgary Exhibition & Stampede Limited*
General Manager	*Jack Rutherford*

Last Year...

In addition to retailer commissions from lottery ticket sales, non profit associations received $266,824 through our new Special Retailer Program. This sum was distributed directly into the community. See Note 7 To The Financial Statements.

Lottery dollars awarded to the Recreation, Parks and Wildlife Foundation allowed 117 organizations to receive funding for community-based projects, with grants totalling over $1,800,000. Among recipients was Edmonton's Swinging Spokes Wheelchair Dancers, who were granted funds so they could participate in the third Canadian Square Dance Convention in Halifax, Nova Scotia. The purpose of the grant was to further develop this recreation for the disabled.

The revenue from the combined sales of the Provincial and the Western Express lotteries increased by $550,535 over the previous year. Sales of Super Loto tickets increased by 33.6 per cent during the same period.

Lottery Funds awarded to the Alberta Games Council helped get over 100,000 volunteers and participants involved in events which culminated in the Lethbridge Summer Games and the Lloydminster Winter Games. The funds enabled athletes from eight provincial zones to compete in twenty-two sports at each event. The cultural activities complementing the games were also made possible though lottery funding.

45 per cent of the revenue of ticket sales was paid out to ticket holders in prize money.

Background

THE WESTERN CANADA LOTTERY FOUNDATION

The Western Canada Lottery Foundation was incorporated under the Canada Corporations Act in 1974 by the Provinces of British Columbia, Alberta, Saskatchewan and Manitoba. The Foundation has its head office in Winnipeg and serves as a central organization for the creation of lottery games, the production of lottery tickets, and other centralized functions such as the advertising and publishing of winning numbers.

THE ALBERTA DIVISION

The Alberta Division operates under a license granted by the Provincial Minister responsible for the Interprovincial Lottery Act. The licensee is a partnership of the Edmonton Exhibition Association Limited and the Calgary Exhibition & Stampede Limited. A six person Board of Directors administers all the lottery functions related to sale and distribution of tickets.

Lotteries in Alberta

The Division operates three separate lotteries: Western Express, Provincial and Super Loto.

WESTERN EXPRESS

This lottery is exclusive to citizens of the four western provinces. Live television draws are held every Wednesday evening. A ticket on Western Express costs $1 giving the buyer a chance to win one major prize in connection with the number as follows:

$100,000 for the complete seven digit number, for which there are five numbers drawn

$10,000 for the complete seven digit number for which there are five numbers drawn

$1,000 for the last six digits for each of the numbers drawn

$100 for the last five digits for each of the numbers drawn

$25 for the last four digits for each of the numbers drawn

$5 worth of free tickets for the last three digits.

PROVINCIAL

This lottery is conducted on a national basis with draws held every Friday. A ticket costs $5 and gives the buyer one chance to win as follows:

One $500,000 prize per draw for the correct seven digit number

$50,000 for the last six digits

$1,000 for the last five digits

$100 for the last four digits

$25 for the last three digits

$10 for the last two digits.

SUPER LOTO

This is a national lottery with draws held on the last Sunday of the month. A ticket costs $10 and gives the buyer one chance to win as follows:

$1,000,000 for the complete six digit number. For each Super Loto Draw, a $1,000,000 prize was allotted for each 1,000,000 tickets sold, resulting in at least two $1,000,000 prizes for each draw.

$10,000 for the last five digits

$1,000 for the last four digits

$100 for the last three digits

As well, there are five prizes of $100,000 two prizes of $10,000 three prizes of $1,000 four prizes of $100 and free ticket prizes.

WHERE THE MONEY GOES

Profits received from the Express and Provincial ticket sales are used to support a wide range of cultural and recreational activities and facilities in Alberta. Fifteen organizations and foundations are supported by the money they receive from the Alberta Division.

The net proceeds from the operation of the Express and Provincial lotteries are distributed according to the schedule on page 11

ALBERTA CULTURAL HERITAGE FOUNDATION

Is helping to preserve the cultural wealth of Alberta's past; including the language, arts, music and rites of ethnocultural groups in the province. Last year, Lottery Funds helped the Foundation in its Grants Program, awarding over $150,000 to twenty-eight projects and organizations.

Lottery Funds in Action

ALBERTA RECREATION AND PARKS ASSOCIATION

Contributes to the development of a parks, recreation and leisure movement through its membership, and supports that membership by developing and maintaining a source information flow and communication. Last year, Lottery Funds helped the Association to hold numerous seminars, workshop and educational events.

ALBERTA ADVISORY BOARD ON RECREATION FOR THE DISABLED

Provides support to individuals with special needs through co-operative efforts within the community. As an advocate for the disabled of Alberta, the organization's goal is to ensure that disabled persons become independent functioning members of the community, with recreation being a prime focus. Last year, Lottery Funds helped the Board establish information and referral services on recreation for the disabled.

ALBERTA ART FOUNDATION

Provides a means of preserving Alberta art as part of our provincial cultural heritage. Alberta's artists' work is purchased and displayed encouraging artists and providing a showcase of their work for the public. Last year, 253 works were purchased, representing 115 Albertan artists. Eighty new artists are included in the collection, which now numbers over 2,100 pieces.

ALBERTA FOUNDATION FOR THE PERFORMING ARTS

Provides persons and organizations with the opportunity to participate in the performing arts by supporting and contributing to their development in Alberta. Last year, Lottery Funds helped the Foundation provide financial assistance to twenty-three music, dance and theatrical groups, as well as individuals involved in the performing arts.

ALBERTA CHORAL FEDERATION

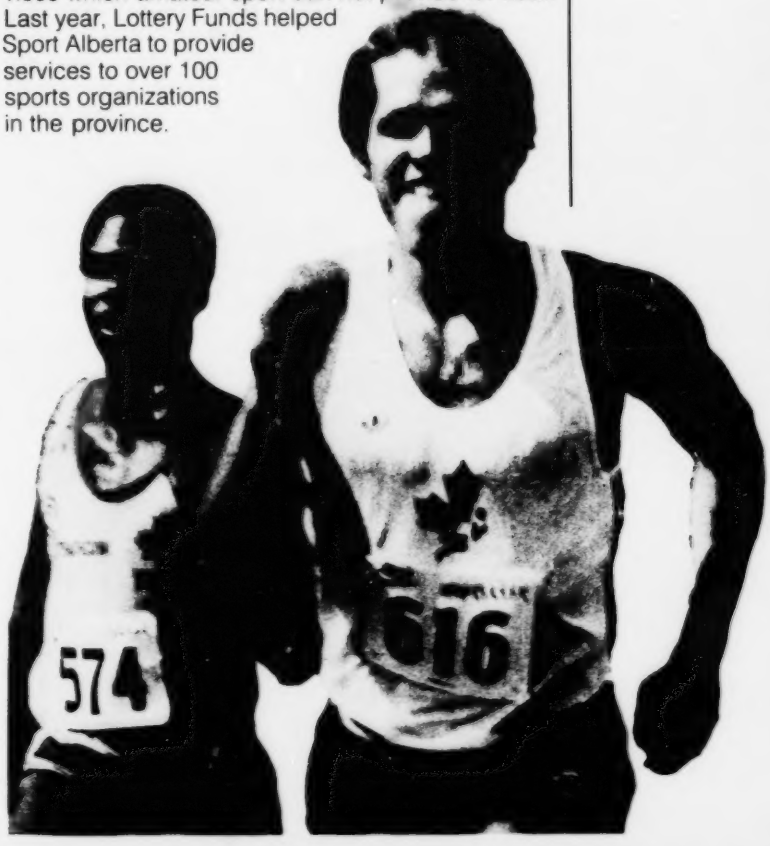
Is dedicated to promoting the appreciation of choral music in Alberta, providing an enjoyable artistic and aesthetic experience for both participant and audience. Last year, Lottery Funds helped the Federation sponsor a three day provincial choral conference in Edmonton, as well as many other projects.

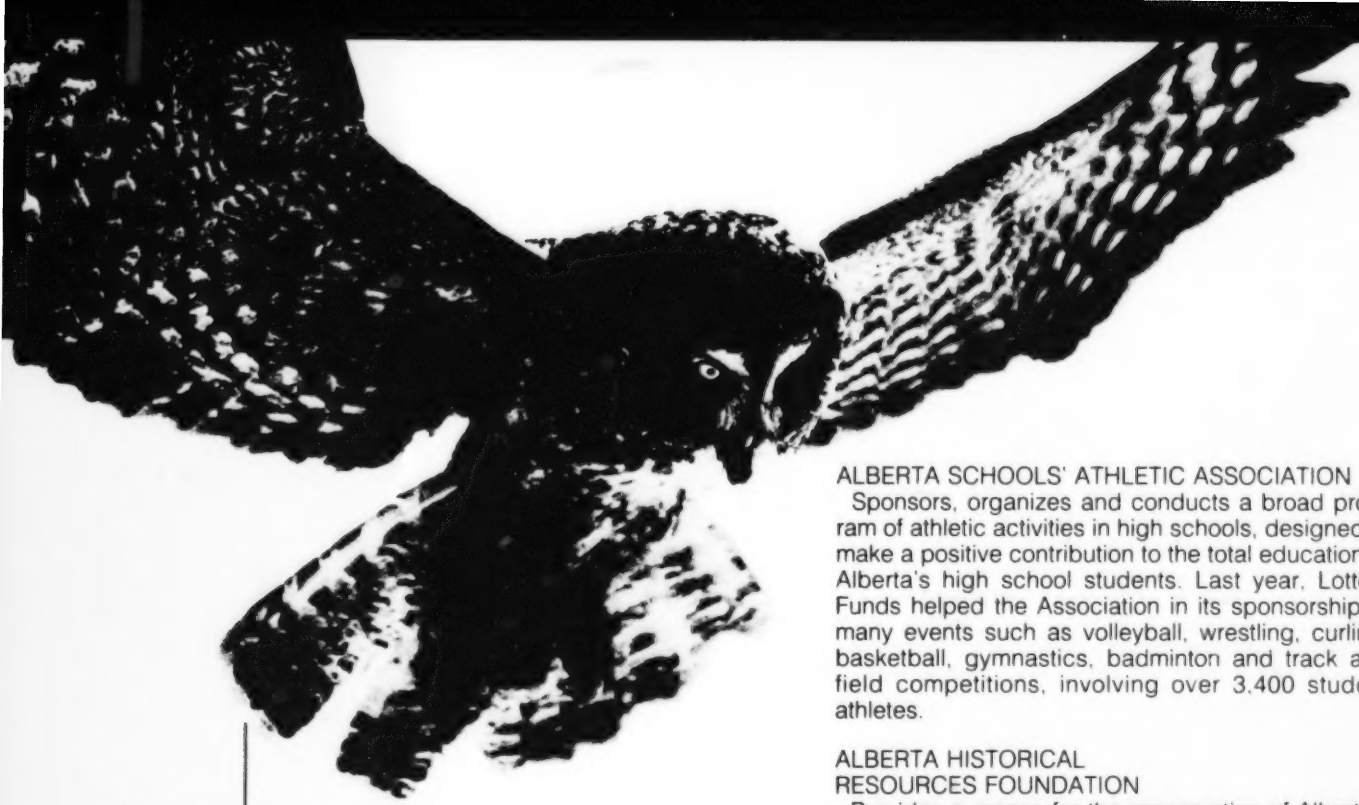
ALBERTA GAMES COUNCIL

Motivates Albertans to achieve higher levels of physical fitness through more active participation in amateur sports. The Alberta Games, hosted throughout Alberta communities, provides the opportunity for competition, thereby developing all sports in Alberta. Last year, Lottery Funds helped the Council with the 1981 Alberta Summer Games in Lethbridge and the 1982 Alberta Winter Games in Lloydminster. There were 3,600 other demonstrations and performances.

SPORT ALBERTA

Promotes the development of amateur sport in Alberta by assisting its members and providing services which amateur sport can not provide for itself. Last year, Lottery Funds helped Sport Alberta to provide services to over 100 sports organizations in the province.





Lottery Funds in Action

RECREATION, PARKS AND WILDLIFE FOUNDATION

Provides a method for individuals and organizations to participate in recreation and athletics in Alberta. The Foundation also develops and maintains parks, and manages and conserves fish and wildlife. Last year, Lottery Funds helped the Foundation to award over $1,800,000 in grants to approximately 117 worthwhile organizations and projects.

NEW WESTERN FILM AND TELEVISION FOUNDATION

Encourages interest in the art of television and film production. Through the Banff Film Festival, the Foundation provides Albertan film makers the opportunity to market their films internationally.

ALBERTA SCHOOLS' ATHLETIC ASSOCIATION

Sponsors, organizes and conducts a broad program of athletic activities in high schools, designed to make a positive contribution to the total education of Alberta's high school students. Last year, Lottery Funds helped the Association in its sponsorship of many events such as volleyball, wrestling, curling, basketball, gymnastics, badminton and track and field competitions, involving over 3,400 student athletes.

ALBERTA HISTORICAL RESOURCES FOUNDATION

Provides a means for the preservation of Alberta's historical buildings, sites and objects, and promotes an understanding and knowledge of Alberta's history. Last year, Lottery Funds received by the Foundation helped in many internal and external projects including: the research and planning of the Athabasca Trail; production of a children's play about early French settlers in Alberta; and the purchase of two rail cars by the Colonist Rail Car Society.

CANADIAN BAND DIRECTORS' ASSOCIATION (ALBERTA CHAPTER)

Encourages and promotes the musical and educational significance of bands, and is dedicated to gaining a higher level of acceptance and excellence for bands and band music. Last year, Lottery Funds helped the Alberta Chapter sponsor numerous band workshops in Alberta.

EDMONTON EXHIBITION ASSOCIATION LIMITED (EDMONTON NORTHLANDS)

Was conceived to promote all aspects of agriculture in northern Alberta, and is a non-profit society. Since it was founded, its objectives have been expanded to include the development of tourism and trade in Alberta and Canada; to encourage the well-being of citizens by providing a wide variety of entertainment and sporting activities; to identify Edmonton's Klondike Days Exposition with the character and tradition of the great north-west and to further the development of a theme symbolic of the growth and progress of northern Alberta; and to conduct and hold sporting events of every description.

EDMONTON'S AGRICOM AND CALGARY'S ROUNDUP CENTRE; LOTTERY FUNDS HELPED MAKE THEM HAPPEN

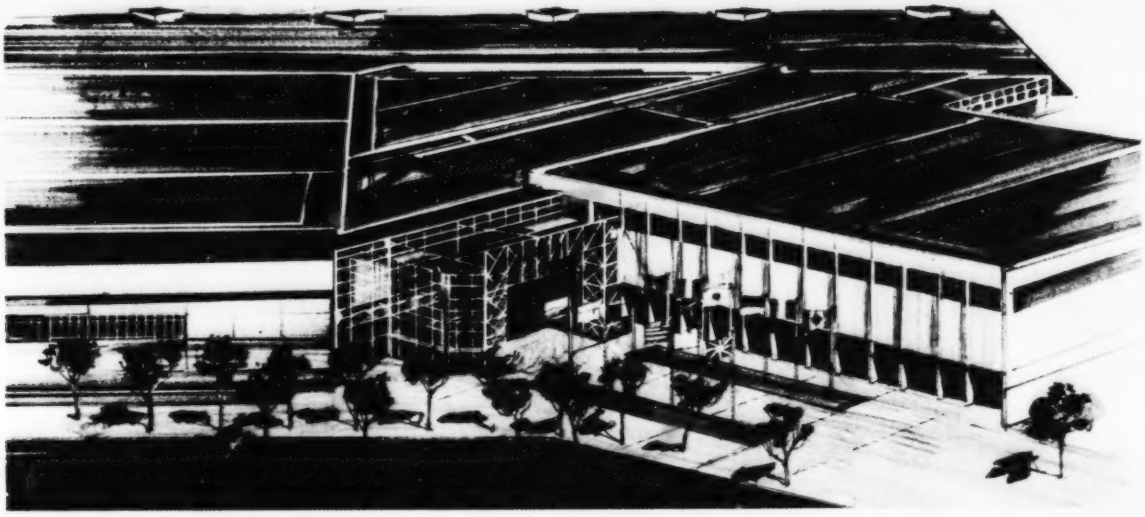
Lottery Funds directed towards Calgary Exhibition & Stampede Limited have helped to build one of the finest show facilities in Western Canada: the Roundup Centre, with 150,000 square feet of prime show space, ideal for medium to large scale shows and conventions.

Lottery Funds are hard at work in Edmonton, too, helping in the construction of the Northlands AgriCom. When completed, the AgriCom will be a show place of international stature, adaptable to the requirements of major trade shows and agricultural exhibitions.

Both of these capital projects reflect the Partners' commitment to spending their share of lottery profits on projects that will benefit all Albertans. The Roundup Centre and Northlands AgriCom have employed Albertans in their construction and maintenance; both projects serve to attract trade and commerce from out-of-province, thus increasing Alberta's economic stature and benefitting all Albertans in general.

CALGARY EXHIBITION & STAMPEDE LIMITED

Is a non-profit organization whose objectives are to enhance and preserve the agricultural and historical legacy of Alberta; and to fulfill appropriate aspects of trade, recreational and educational needs of southern Alberta in particular and Alberta in general.



Albertans Win Again

From April 1, 1981 to March 31, 1982, one hundred and forty-two Albertans won major prizes ($50,000) and up) on Western Express, Provincial and Super Loto draws.

In fact, there were:
Sixty-one $10,000 Express winners
Fifty-nine $100,000 Express winners
Eleven $50,000 Provincial winners
One $500,000 Provincial winner
One $1,000,000 Super Loto winner
Eight $100,000 Super Loto winners
One $50,000 Super Loto winner

In addition, there were many more instant, subsidiary and cash prize winners.

The Special Retailer Program

The Special Retailer Program was established to financially assist non-profit community service organizations with ongoing and future projects.

Through this program, the net profit earned by these non profit organizations is matched by the Western Canada Lottery Alberta Division, greatly increasing the number of Lottery dollars being distributed to worthwhile community-based organizations and programs.

Fifty-seven organizations were licensed as Special Retailers last year, resulting in additional funds being dispersed directly into the community. See Note 7 To The Financial Statements.

The special retailers are:

Allen Gray
Auxiliary Hospital, Edmonton
Army Navy Airforce Veterans, Edmonton
Bannerman Hockey, Edmonton
Beta Sigma Phi - Head Branch, Edmonton
Beta Sigma Phi - Laureta Chapter, Edmonton
Beta Sigma Phi - Nu Chapter, Edmonton
Beta Sigma Phi - Precepter Chapter, Edmonton
Canadian Foresters District #2, Edmonton
Centennial Figure Skating, Edmonton
Charitable Ticket Booth, Edmonton
Edmonton Keyano Swim Club
Edmonton Latvian Society Imanta
Edmonton Scottish Society
Edmonton Sharks Swim Club
Edmonton Shrine Club
Edmonton Ski Club
Edmonton Stamp Club
Garneau Community League, Edmonton
Greenfield Midget Hockey Team, Edmonton
I.O.D.E. Shoppe, Edmonton
Jewish Community League, Edmonton
Multiple Sclerosis, Edmonton
Olympian Swim Club, Edmonton
Paralympic Sports Association, Edmonton
R.C.A.F.A. 700 Wing, Edmonton
Royal Canadian Legion Norwood Branch #178, Edmonton

Southgate Info Booth, Edmonton
St. David's Welsh Society of Edmonton
St. John Ambulance, Edmonton
Ukranian Canadian Archives & Museum of Alberta, Edmonton
Zonta Club, Edmonton
Al Azhar Shrine Oriental Band, Calgary
Associated Travellers (Canadian) Calgary Club
Banff Trail Community Association
Bowness Lions Club (Recreation Association), Calgary
Cascade Swim Club, Calgary
Royal Canadian Legion Hugh Farthing T.V.S. 52, Calgary
Samaritan Club, Calgary
Women of the Moose #951, Calgary
Camrose Agricultural Society
Devon Lions Club
Grande Centre Lions Club
Helping Hands for Hockey, Spruce Grove
Jasper Activity Centre
Hinton Association for the Handicapped
Kinsmen Club of Jubilee City
Lethbridge Lions Club
Lethbridge Legion
Richard Eaton Singers, Edmonton
Royal Canadian Legion #204, Picture Butte
Royal Canadian Legion #27, Fort Saskatchewan
Royal Canadian Legion #256, Stony Plain
Sherwood Park Figure Skating Club
St. Paul & District Lions Club
Winter Games Lloydminster Mall
Winter Games Office, Lloydminster
Camrose Lions Club

Auditor's Report

To the Partners of the
Western Canada Lottery Alberta Division:

We have examined the balance sheet of the Western Canada Lottery Alberta Division as at March 31, 1982 and the statements of income and partners' equity for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Western Canada Lottery Alberta Division as at March 31, 1982 and the results of its operations for the year then ended in accordance with the accounting principles described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

The financial statements for the preceding year were examined by another Chartered Accountant.

Edmonton, Canada
August 10, 1982

Clarkson Gordon
Chartered Accountants

Balance Sheet

WESTERN CANADA LOTTERY ALBERTA DIVISION
(A partnership)

Statement 1

BALANCE SHEET

MARCH 31, 1982
(with comparative figures at March 31, 1981)

ASSETS	March 31, 1982	March 31, 1981
Cash	$ 164,684	$ 277,925
Term deposits and accrued interest	251,129	
Accounts receivable - Western Canada Lottery Foundation	1,898,071	1,526,499
Accounts receivable - Distributorship operated by the Division (Note 3)	375,548	
Accounts receivable - Lottery Alberta Ltd.	161,343	
Accounts receivable - Commercial Distributors	295,993	365,541
Prepaid expenses	6,086	41,638
Ticket inventory		27,941
Trust fund (Note 3)	79,426	
	$ 3,232,280	$ 2,239,544
LIABILITIES		
Accounts payable	$ 211,166	$ 161,608
Due to beneficiaries (Note 4)	1,046,256	644,508
Deferred revenue	347,500	400,000
Partners' equity (Statement 3)	1,547,932	1,033,428
Trust fund (Note 3)	79,426	
	$ 3,232,280	$ 2,239,544

Approved by the Board:

Chairman

Secretary Treasurer

(See accompanying notes)

Statement 2

Statement of Income

WESTERN CANADA LOTTERY ALBERTA DIVISION
(A partnership)

STATEMENT OF INCOME

FOR THE YEAR ENDED MARCH 31, 1982
(with comparative figures for the year ended March 31, 1981)

	Year ended March 31, 1982	Year ended March 31, 1981
Revenue:		
Express ticket sales	$ 25,426,430	$ 26,045,220
Provincial ticket sales	15,147,595	13,978,270
Assessment fees (Note 6)	1,230,375	1,296,338
Share of other income earned by the Western Canada Lottery Foundation	1,090,790	734,472
Bank interest	76,325	67,237
Net proceeds of mail order and bank sales	36,132	94,957
Income earned from temporary operation of distributorship		42,309
Promotional fund (Note 5)	450,604	
	43,458,251	42,258,803
Direct expenses:		
Share of the cost of prizes, tickets and administration of the Western Canada Lottery Foundation	22,276,646	21,623,104
Distribution expenses	8,114,805	8,004,698
	30,391,451	29,627,802
Operating expenses:		
Advertising and promotion	1,098,242	954,853
Alberta Government liaison office	73,011	39,203
Allowance for doubtful debts	180,957	32,133
Board meetings	24,124	23,589
Furniture and equipment	6,147	15,092
Maintenance, utilities and rent	39,023	15,686
Market research	36,715	
Miscellaneous	64,817	23,717
Postage and office supplies	32,688	20,142
Professional fees	131,208	199,622
Salaries	265,831	182,390
Shipping	5,634	4,296
Special retailers (Note 7)	194,211	125,581
Telephone and telex	18,733	22,865
Travelling	43,510	17,989
	2,214,851	1,677,158
	32,606,302	31,304,960
Net income (carried forward)	10,851,949	10,953,843

(See accompanying notes)

Statement of Income continued

WESTERN CANADA LOTTERY ALBERTA DIVISION
(A partnership)

Statement 2

STATEMENT OF INCOME (CONTINUED)

FOR THE YEAR ENDED MARCH 31, 1982

(with comparative figures for the year ended March 31, 1981)

	Year ended March 31, 1982	Year ended March 31, 1981
Net income (brought forward)	10,851,949	10,953,843
Payments made to:		
The Alberta Games Council	100,000	100,000
The XI Commonwealth Games, Canada, (1978) Foundation		925,000
	10,751,949	9,928,843
Balance allocated as follows:		
To the beneficiaries - 40% (Note 4)	4,300,779	3,971,537
To the partners - 60% (Statement 3)	$ 6,451,170	$ 5,957,306

(See accompanying notes)

Statement of Partners' Equity

WESTERN CANADA LOTTERY ALBERTA DIVISION
(A partnership)

Statement 3

STATEMENT OF PARTNERS' EQUITY

FOR THE YEAR ENDED MARCH 31, 1982

	Edmonton Exhibition Association Ltd.	Calgary Exhibition and Stampede Ltd.	Total
Partners' equity, March 31, 1981	$ 516,714	$ 516,714	$ 1,033,428
Portion of net income for the year allocated to partners (Statement 2)	3,225,585	3,225,585	6,451,170
	3,742,299	3,742,299	7,484,598
Payments to partners	2,968,333	2,968,333	5,936,666
Partners' equity, March 31, 1982	$ 773,966	$ 773,966	$ 1,547,932

(See accompanying notes)

Notes to the Financial Statements

WESTERN CANADA LOTTERY ALBERTA DIVISION
(A partnership)

NOTES TO THE FINAINCIAL STATEMENTS

MARCH 31, 1982

1. *Nature of the partnership*

Effective May 15, 1974, the Edmonton Exhibition Association Ltd. and the Calgary Exhibition and Stampede Ltd. formed a partnership for the purpose of conducting and operating a continuing lottery to be marketed throughout the Province of Alberta. The partnership operates and has operated under the authority of various licenses issued by the member of the Executive Council of the Province of Alberta charged with the administration of The Interprovincial Lottery Act. This license together with a second license dealing with the Super Loto Lottery, authorizes the partnership to act as the Provincial Marketing Organization for the following lotteries:

1. The Provincial and Super Loto lotteries, which are a joint undertaking by all provinces through the Interprovincial Lottery Corporation.
2. The Express lottery, which is administered by the four western Canadian provinces through the Western Canada Lottery Foundation.

The partnership acts as an agent of the Government of the Province of Alberta which is a member of the Western Canada Lottery Foundation. The Western Canada Lottery Foundation was incorporated on May 13, 1974, under Part II of the Canada Corporations Act and provides, without financial gain, in the four western provinces, services concerning the conduct and management of the above named lotteries.

Under the terms of the licenses, the partnership shares in the proceeds of the sale of Express and Provincial lottery tickets and sells Super Loto lottery tickets for a fee. With effect from April 1, 1981, $100,000 of the net income of the partnership is distributed to the Alberta Games Council and 40% of the balance is distributed to designated beneficiaries while the remaining 60% flows equally to the partners. The licenses referred to above expired on March 31, 1982 although the Minister issued a further license to the Western Canada Lottery Alberta Division for the period April 1, 1982 to June 30, 1982 and subsequently issued a license to March 31, 1984.

2. *Significant accounting policies*

Revenue from ticket sales

Revenue from ticket sales is recorded at the price paid by the ticket purchaser before deduction of distribution expenses as well as the partnership's share of the cost of prizes, tickets and administration of the Western Canada Lottery Foundation. Revenue received or that which is estimated to be receivable from ticket sales related to draws subsequent to the period end is deferred and shown as deferred revenue on the balance sheet.

Fixed assets

The cost of fixed assets acquired is charged to operations as operating expenses.

Incorporation

These financial statements do not include any assets, liabilities, revenues and expenses of the partners. Income taxes are not provided for in the financial statements.

3. *Trust fund*

As a consequence of a decision by the Western Canada Lottery Alberta Division to increase the number of distributorships in the Province, an action was commenced by four existing distributors against the Division. Rather than assigning individual distributors to these new distributorships, on April 1, 1981 the Western Canada Lottery Alberta Division, as an emergency measure, began operating a distributorship for the purpose of buying and selling lottery tickets to certain retailers in Alberta. Subsequently a company was incorporated as referred to below, to carry on the operations until such time as the action is resolved.

The Minister of Culture, through an Order dated July 14, 1981 and amended on July 24, 1981, provided that profits realized by the partnership from the operation of the distributorship during the period April 1, 1981 to July 17, 1981 are to be used by the partnership to defray reasonable costs and in paying the award of the Courts, if any. Any profit left over after the action is to be paid out by the partnership to beneficiaries as

Notes to the Financial Statements continued

provided for under Section B of the license authorizing Western Canada Lottery Alberta Division to operate as a Provincial Marketing Organization. The outcome of the action commenced by the distributors and the amount of the settlement, if any, is not yet determinable. Any settlement will be accounted for as a prior period adjustment.

As from July 17, 1981, a numbered company, 272529 Alberta Ltd., incorporated under the laws of Alberta on May 28, 1981, took over the operation of the distributorship under the terms of the Order noted above. The company changed its name to Lottery Alberta Ltd. on December 4, 1981 and is owned equally by the Edmonton Exhibition Association Ltd. and the Calgary Exhibition and Stampede Ltd. Separate financial statements for Lottery Alberta Ltd. have been prepared.

The transactions and net income of the distributorship for the period April 1, 1981 to July 17, 1981 amended for the subsequent receipt of bank interest to March 31, 1982, which may be payable to the distributors if their action is successful, are not reflected in the income statement although the surplus for the period and net assets are shown on the balance sheet as funds held in trust pending resolution of the action.

A summary of the operations of the distributorship for the period April 1, 1981 to March 31, 1982 is as follows:

Revenue from ticket sales	$ 4,268,315
Cost of tickets sold	3,836,564
Gross profit of ticket sales	431,751
Operating expenses net of interest income	352,325
Operating surplus for the year	$ 79,426
The operating surplus is represented by:	
Cash at bank	$ 20,465
Term deposits and accrued interest	434,509
Due to Western Canada Lottery Alberta Division	(375,548)
	$ 79,426

4. *Due to beneficiaries*

Transactions in the account for the year were as follows:

	1982	1981
Due to beneficiaries, beginning of year	$ 644,508	$ 832,736
Beneficiaries share of net income for the year (Statement 2)	4,300,779	3,971,537
Earnings less expenses of amounts set aside for beneficiaries	5,969	(4,765)
	4,951,256	4,799,508
Payments to beneficiaries:		
To The Alberta Art Foundation	390,500	415,500
To The Alberta Cultural Heritage Foundation	488,125	519,375
To The Alberta Foundation for the Performing Arts	488,125	519,375
To The Alberta Historical Resources Foundation	390,500	415,500
To The New Western Film Foundation	97,625	103,875
To The Canadian Directors' Association	48,812	51,937
To The Alberta Choral Federation	48,813	51,938
To The Recreation, Parks and Wildlife Foundation	1,171,875	1,279,875
Balance carried forward	3,124,375	3,357,375

WESTERN CANADA LOTTERY ALBERTA DIVISION
(A partnership)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Balance brought forward	3,124,375	3,357,375
To The Alberta Advisory Board on Recreation for the Disabled	97,250	70,500
To The Alberta Recreation and Parks Association	58,575	62,325
To The Alberta Schools Athletic Association	58,575	62,325
To The Alberta Games Council	449,075	477,825
To Sport Alberta	117,150	124,650
	3,905,000	4,155,000
Due to beneficiaries, end of year	$ 1,046,256	$ 644,508

5. *Promotional fund*
The directors approved a promotional fund which was set up on May 1, 1981 whereby an additional 1% distribution assessment was levied on distributors, the proceeds of which were to be applied as a matching of funds for approved distributor promotion projects designed to more effectively promote the sale of lottery tickets. As the distributors did not require the full amount of the assessment collected to finance these projects the balance of the fund has been returned to general revenue at the year end.

Transfer from assessment fees (Note 6)	$ 492,150
Expenses incurred	41,546
Assessment revenue net of expenses	$ 450,604

6. *Assessment fees*
The commercial distributors are charged assessment fees on tickets sold:

	1982	1981
Assessment fees on tickets sold	$ 1,722,525	$ 1,296,338
Less: transfer to promotional fund (Note 5)	492,150	
	$ 1,230,375	$ 1,296,338

7. *Special retailers*
Special retailers are charitable organizations buying and selling tickets in the same manner as regular licensed retailers. The special retailers' profits from the sale of lottery tickets including profits from Super Loto ticket sales, are matched by the Division. The commercial distributors contributed to this programme by paying to the Division a portion of its costs of matching the special retailers' profits until December 1, 1981 when the requirement was removed.

Details of the special retailers' expenses are:

	1982	1981
The Division's contribution (matching of profits)	$ 266,824	$ 243,118
Less: the commercial distributors' contribution to the programme	72,613	117,537
Special retailers expense	$ 194,211	$ 125,581

8. *Reclassification*
Certain March 31, 1981 figures have been reclassified for comparative purposes.